

Fiscal Note



Fiscal Services Division

<u>SF 418</u> – Confined Animal Feeding Operations (LSB 1480SV)

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Fiscal Note Version – New Requested by Senator Seng

Description

<u>Senate File 418</u> amends the method for calculating animal unit capacity for the purposes of an election to become a small animal feeding operation. This Bill makes the following changes:

- Changes the determination of animal unit capacity to include only buildings that currently house animals when determining if an operation is a small animal feeding operation.
- Allows for animal feeding operations to elect to reclassify as a small animal feeding operation if they have fewer than 500 animal units. Small animal feeding operations are exempt from filing a manure management plan, and paying the associated annual compliance fee of 0.15 cents per animal unit.

Background

The Department of Natural Resources (DNR) is required to regulate confinement feeding operations (operations) under Code chapter 459, the "Animal Agriculture Compliance Act". Currently, animal unit capacity is determined by totaling the animal unit capacity of all buildings constructed as part of the operation. Once included in the animal unit calculation, a building must be abandoned, razed, or converted to another use to be removed from the animal unit calculation. Animal feeding operations exceeding 500 animal units are required to file a manure management plan and remit an annual compliance fee of 0.15 cents per animal unit to the DNR. Animal feeding operations below 500 animal units are classified as small animal feeding operations, and are exempt from the annual compliance fee.

Assumptions

The exact number of operations that may elect to become small animal feeding operations is unknown. However, the DNR expects few operations to elect to reclassify as small animal feeding operations.

Fiscal Impact

There is no General Fund impact. There may be a minimal reduction to the Animal Agricultural Compliance Fund, but it is not possible to predict the impact.

Sources

Department of Natural Resources LSA Analysis

 /s/ Holly M. Lyons	
March 20, 2013	

The fiscal note for this bill was prepared pursuant to <u>Joint Rule 17</u> and the Iowa Code. Data used in developing this fiscal note is available from the Fiscal Services Division of the Legislative Services Agency upon request.